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BEFORE THE DIVISION OF OIL, GAS AND MINING
DEPARTMENT OF NATURAL RESOURCES
IN AND FOR THE STATE OF UTAH

SECRETARY, BOARD OF
OIL, GAS & MINING

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IN THE MATTER OF THE PETITION	:	NOTICE OF PROPOSED EXHIBITS
OF THE DIVISION OF OIL,	:	DOCKET NO. 2002-021
GAS AND MINING, FOR AN ORDER	:	FILE NO. M/043/004
TERMINATING THE SELF BONDING	:	
AND INDEMNITY AGREEMENT AND	:	
REQUIRING UTELITE CORPORATION TO	:	
POST AN ADEQUATE REPLACEMENT	:	
RECLAMATION SURETY OR SUSPEND	:	
MINING OPERATIONS; UTELITE MINE.	:	
UTELITE CORPORATION, SUMMIT	:	
COUNTY, UTAH	:	

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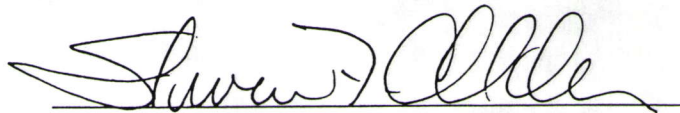
The Division of Oil, Gas and Mining ("Division"), hereby files with the Board of Oil, Gas and Mining ("Board"), the following Exhibits which will be presented at the hearing of the above entitled matter. These Exhibits are in addition to those attached to the Notice of Agency Action.

Exhibits attached are:

1. Three photographs of the Utelite mine taken October 22, 2002.
2. Guidelines and Qualification sheet for Self-bonding.

The Division may introduce additional exhibits that are demonstrative of the testimony of witnesses at the hearing or as may be necessary in rebuttal to the Exhibits or testimony presented by Utelite or others in response to the Petition or in response to testimony presented at the hearing. Additional exhibits, if any, to be used to describe the testimony of witnesses or as rebuttal will be provided to Utelite or its counsel as soon as they become available.

Dated this 4th day of November, 2002.

A handwritten signature in black ink, appearing to read "Steven F. Alder", written over a horizontal line.

Steven F. Alder, Attorney,
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5340

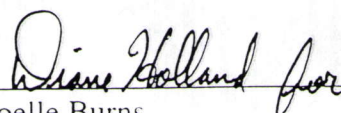
CERTIFICATE OF MAILING

I hereby certify that I caused a true and correct copy of the foregoing Notice of Proposed Exhibits, to be mailed by first class mail, postage prepaid, the 4th day of November, 2002 to:

Carsten Mortensen
Utelite Corporation
P.O. Box 387
Coalville, Utah ~~84107~~ 84017

H. Michael Keller, Esq.
Van Cott, Bagley, Cornwall & McCarthy
50 South Main Street, Suite 1600
P.O. Box 45340
Salt Lake City, Utah 84145-0340

Kurt Seel
Assistant Attorney General
160 East 300 South - 5th Floor
P.O. Box 140857
Salt Lake City, Utah 84114-0857



Joelle Burns
Minerals Engineering Technician



Utelite Mine -- M/043/004 -- Taken by Lynn Kunzler -- DOGM



Utelite Mine - M/043/004

Taken by Lynn Kunzler - DOGM



Utelite Mine - M/043/004

Taken by Lynn Kunzler - DOGM

NONCOAL
(1989)

Mine _____

Permit No. _____

Date _____

Checked by _____

SELF BONDING QUALIFICATION SHEET

Applicant required to meet one of the following criteria:

1. Current rating for most recent bond issuance
("A" or higher) (Moody's Investor Service or
Standard and Poor's Corporation) _____

or

2. A. Tangible Net Worth = (at least \$10 Million)
(Net worth minus intangibles [Goodwill and
rights to patents or royalties]) \$ _____

B. Total Liabilities/Net Worth
(2.5 times or less) = _____

C. Current Assets/Current Liabilities
(1.2 times or greater) = _____

Reference: _____

or

3. A. Fixed assets in the United States
(at least \$20 million) = \$ _____

B. Total Liabilities/Net Worth
(2.5 times or less) = _____

C. Current Assets/Current Liabilities
(1.2 times or greater) = _____

Reference: _____

Has the operator been in continuous operation of not less than five (5) years (immediately preceding the time of application) (submitted five annual reports)?

Yes _____ No _____

Has the operator furnished financial statements prepared by an independent certified public accountant in conformity with generally accepted accounting principles?

Yes _____ No _____

Has the operator furnished unaudited financial statements for completed quarters in the current fiscal year?

Yes _____ No _____

Has the operator supplied other useful information for determining financial qualification?

Yes _____ No _____